By: Hardcastle H.B. No. 2766

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the permitting and collection of fees for Geophysical
3	and Geochemical exploration on state property alongside Texas
4	highways.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subtitle Z, Title 6, Transportation Code, is
7	amended by adding Chapter 473 to read as follows:
8	CHAPTER 473. GEOPHYSICAL AND GEOCHEMICAL EXPLORATION PERMIT ON
9	TEXAS HIGHWAY RIGHT OF WAYS
10	SUBCHAPTER A. GENERAL PROVISIONS
11	Sec. 001. SHORT TITLE. This chapter may be cited as the
12	Texas Highway Right of Way Exploration Act.
13	Sec. 002. LEGISLATIVE INTENT AND CONSTRUCTION. (a) to
14	protect the interests of state property along Texas Highways, as
15	well as adjacent landowners, by establishing proper procedures and
16	permitting requirements for the Geophysical and Geochemical
17	exploration along the Right of Ways alongside Texas highways.
18	Sec. 003. DEFINITIONS. In this subchapter:
19	(1) "Adjacent Property" shall mean property which is
20	located adjacent to the Right of Way as defined in this subchapter
21	and is within a quarter mile of Geophysical or Geochemical
22	exploration activity.
23	(2) "Geophysical exploration" means a survey or

investigation conducted to discover or locate oil and gas prospects

24

- 1 <u>using magnetic, gravity, seismic, and/or electrical techniques.</u>
- 2 (3) "Geochemical exploration" means a survey or
- 3 investigation conducted to discover or locate oil and gas prospects
- 4 using techniques involving soil sampling and analysis.
- 5 (4) "Right of Way" means land dedicated by the
- 6 constitution or laws of this state which act as a Right of Way to the
- 7 State Highways under the "State highway system" meaning the
- 8 highways in this state included in the plan providing for a system
- 9 of state highways prepared by the director under Section 201.103.
- 10 For the purposes of this subchapter, "Right of Way" shall also
- 11 <u>include the land within a county road under the authority of a</u>
- 12 county commissioner's court as defined in Chapter 251 of the
- 13 Transportation Code.
- 14 (5) "Permit" means a license issued by the Commission
- authorizing geophysical and/or geochemical exploration on Right of
- 16 Way.
- 17 (6) "Permittee" means the holder of a permit.
- 18 Sec. 004. Permit Required for Exploration. (a) Except for
- 19 a person who has a valid oil and gas lease on Right of Way land
- 20 authorized by this chapter, a person may not conduct geophysical or
- 21 geochemical exploration on Right of Way land unless the person
- 22 obtains a permit from the Commission.
- 23 (b) Every person who is authorized to conduct a geophysical
- or geochemical exploration on Right of Way land shall comply with
- 25 the Commission's rules relating to such exploration. Any person
- 26 with a valid oil and gas lease on land subject to this chapter must
- 27 comply with the Commission's rules concerning exploration.

- 1 (c) Nothing in this title shall prohibit the conduct of airborne geophysical exploration.
- Sec. 005. APPLICATION FOR PERMIT. (a) The person responsible for conducting a geophysical or geochemical exploration is the person who must apply for a permit.
- 6 (b) An application for a permit shall be made on a form
 7 prescribed by the Commission and shall state the name and address of
 8 each person for whom the exploration is being conducted as well as
 9 any other information required by the Commission.
- Sec. 006. Authority of Commission
- 11 (c) The Commission:
- 12 (1) as a condition of issuing a permit, shall collect

 13 reasonable fees from the applicant in an amount determined by the

 14 Commission. Such reasonable fees will be split accordingly:
- 15 (A) 75 percent of the collected fee will go to the
 16 State's General Revenue Fund
- 17 (B) 25 percent of the collected fee will go to the
 18 adjacent landowner. Should there be more than one adjacent
 19 landowner, the fee will be distributed proportionately according to
 20 each owners' interest in the adjacent property.
- 21 (C) Only one fee will be collected per 22 geophysical or geochemical activity location.
- 23 (D) The Commission shall by rule determine how to
 24 most equitably split such fees in the event of multiple adjacent
 25 properties.
- 26 (2) may require a permittee to furnish to the 27 Commission, upon the Commission's request, copies of maps, plats,

- 1 reports, data, and any other information in the possession of the
- 2 permittee that relates to the progress or results of an exploration
- 3 under a permit; provided however, the Commission shall not require
- 4 a permittee to furnish any of its interpretive data;
- 5 (3) shall by rule require a permittee to restore land
- 6 explored under the permit as nearly as is practicable to its
- 7 condition immediately prior to the exploration;
- 8 (4) shall by rule determine the procedure for
- 9 receiving compensation for damages to the surface of Right of Way
- 10 land except land with a mineral classification under Subchapter F
- of Title 2 of the Natural Resources Code; and
- 12 (5) may make any other rules relating to geophysical
- or geochemical explorations, permits, or permittees the Commission
- 14 considers appropriate.
- 15 (d) The Commission shall by rule require a permittee to
- obtain and demonstrate permission for a proposed geophysical or
- 17 geochemical exploration:
- 18 (1) from all landowners adjacent property to the Right
- 19 of Way; and
- 20 (2) from all landowners of drinking water wells or oil
- 21 & gas wells within 700 feet of proposed exploration site.
- (e) If a permittee violates a rule of the Commission or a
- 23 term of a permit, the Commission may cancel the permit.
- 24 (f) If by authority of Subsection (a)(2) of this section the
- 25 <u>Commission acquires information concerning a permittee's</u>
- 26 geophysical or geochemical exploration, the Commission shall
- 27 consider the information to be confidential and may not disclose

- 1 it, except by authority of a court order, to the public or any other
- 2 agency of this state.
- 3 Sec. 007. PERMITTEE'S FAILURE TO COMPLY. (a) If a
- 4 permittee fails to restore land in accordance with Section
- 5 006(a)(3) of this code and the rules of the Commission, the
- 6 Commission and any surface lessee may maintain an action against
- 7 the permittee for actual damages to the land, or to the
- 8 improvements, growing crops, or domesticated animals on the land
- 9 that were caused by the geophysical or geochemical exploration.
- 10 (b) If a permittee violates this subchapter, the provisions
- of a permit issued by authority of this subchapter, or a rule of the
- 12 Commission, the permittee commits an offense. An offense under
- 13 this subsection is a misdemeanor punishable by a fine of not less
- than \$100 nor more than \$1,000. Each day that a violation occurs is
- 15 <u>a separate offense.</u>
- Sec. 008. COUNTY ROADS. (a) For all such geophysical or
- 17 geochemical exploration activity which takes place in the Right of
- 18 Way of county roads as defined and outlined in Chapter 251 of this
- 19 Code but beyond the jurisdiction of the Commission, the county
- 20 commissioner's court shall have the same power and authority to
- 21 administer the requirements outlined in this subchapter and collect
- the fees outlined in this subchapter as the Commission would for
- 23 such geophysical or geochemical exploration activity taking place
- in a Right of Way within the state highway system.
- 25 (b) The 75 percent of the fee listed above in section
- 26 006(a)(1)(A) as going to the General Revenue fund will go to the
- 27 county when the geophysical or geochemical exploration activity

H.B. No. 2766

- 1 takes place in the Right of Way of county roads as defined and
- 2 outlined in Chapter 251 of this Code but beyond the jurisdiction of
- 3 the Commission.
- 4 (c) A county will notify the Commission when such a
- 5 geophysical or geochemical exploration activity has been permitted
- 6 to take place in the Right of Way of one of its county roads.
- 7 SECTION 2. This Act takes effect immediately if it receives
- 8 a vote of two-thirds of all the members elected to each house, as
- 9 provided by Section 39, Article III, Texas Constitution. If this
- 10 Act does not receive the vote necessary for immediate effect, this
- 11 Act takes effect September 1, 2003.